

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: March 20, 1995

SUBJECT: **SB 1042 - HB 1405**

This bill, if enacted, will require the state contribution for retiree health insurance benefits, as a percent of the total premium, to equal the current contribution level for active state employees. The current state share for active employees is eighty percent, as established by the State Insurance Committee, and approximately fifty-five percent for retirees. The effect of this bill would make actual premiums for retirees the same as that for active employees.

The fiscal impact from enactment of this bill is estimated to increase state expenditures by \$2,184,844. This estimate assumes retiree premiums of \$2,731,055 with the state paying 80% of this amount which is the current state share for active employees.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive
Director

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